

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY



W-01902A
T. K. Water Service
P. O. Box 200
Vernon, AZ 85940

RECEIVED

MAY 31 2006

AZ CORP COMM
Director Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2005
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Copy
ORIGINAL SENT
4-11-06

FOR COMMISSION USE

ANN04	05
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Entered
5.31.06
PF

COMPANY INFORMATION

Company Name (Business Name) <u>TIMBER KNOLL HOMEOWNERS' ASSOC INC</u> <u>DBA TK WATER SERVICE</u>		
Mailing Address <u>POST OFFICE BOX 200</u>		
<u>VERNON</u> (City)	<u>AZ</u> (State)	<u>85940</u> (Zip)
<u>(928) 537-3216</u> Telephone No. (Include Area Code)	<u>N/A</u> Fax No. (Include Area Code)	<u>N/A</u> Pager/Cell No. (Include Area Code)
Email Address <u>N/A</u>		
Local Office Mailing Address <u>POST OFFICE BOX 200</u>		
<u>VERNON</u> (City)	<u>AZ</u> (State)	<u>85940</u> (Zip)
<u>(928) 537-3216</u> Local Office Telephone No. (Include Area Code)	<u>N/A</u> Fax No. (Include Area Code)	<u>N/A</u> Pager/Cell No. (Include Area Code)
Email Address <u>N/A</u>		

MANAGEMENT INFORMATION

Management Contact: <u>DOUG FERRIS</u> (Name)		<u>PRESIDENT</u> (Title)
<u>POST OFFICE BOX 200</u> (Street)	<u>VERNON, AZ</u> (City) (State)	<u>85940</u> (Zip)
<u>(928) 537-4657</u> Telephone No. (Include Area Code)	<u>N/A</u> Fax No. (Include Area Code)	<u>N/A</u> Pager/Cell No. (Include Area Code)
Email Address <u>N/A</u>		
On Site Manager: <u>DOUG FERRIS</u> (Name)		
<u>POST OFFICE BOX 200</u> (Street)	<u>VERNON, AZ</u> (City) (State)	<u>85940</u> (Zip)
<u>(928) 537-4657</u> Telephone No. (Include Area Code)	<u>N/A</u> Fax No. (Include Area Code)	<u>N/A</u> Pager/Cell No. (Include Area Code)
Email Address <u>N/A</u>		

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: SANDRA BRATCHER
 (Name)

POST OFFICE BOX 200 VERNON, AZ 85940
 (Street) (City) (State) (Zip)

(928) 537-7078 N/A N/A
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: NONE
 (Name)

 (Street) (City) (State) (Zip)

 Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|-------------------------------------------------|---------------------------------------------------------------------------|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input checked="" type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|--------------------------------------------|-----------------------------------|-----------------------------------|
| <input checked="" type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME TIMBERKNOLL HOMEOWNERS' ASSOC DBA TR WATER SERVICE

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	5763	5713	50
307	Wells and Springs	4280	4280	0
311	Pumping Equipment	6943	4793	2150
320	Water Treatment Equipment	494	299	195
330	Distribution Reservoirs and Standpipes	6440	6440	0
331	Transmission and Distribution Mains	63505	30498	33007
333	Services	4041	3805	236
334	Meters and Meter Installations	3122	2228	894
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	165	165	0
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	94753	58221	36532

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME TIMBER HILL HOMEOWNERS' ASSOC DBA TK WATER SERV. Co.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	5763	5%	0
307	Wells and Springs	4280		0
311	Pumping Equipment	6943		148
320	Water Treatment Equipment	494		24
330	Distribution Reservoirs and Standpipes	6440		0
331	Transmission and Distribution Mains	6385		3308
333	Services	4041		9
334	Meters and Meter Installations	3102		37
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	165		0
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	94753		3526

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

COMPANY NAME TIMBERHILL HOMEOWNERS' ASSOC OGA TK WATER SERVICE

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 6083	\$ 9111
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 6083	\$ 9111
	FIXED ASSETS		
101	Utility Plant in Service	\$ 93787	\$ 94753
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	54695	58291
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 39092	\$ 36532
	TOTAL ASSETS	\$ 45175	\$ 45643

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME TIMBERKNALL HOMEOWNERS' ASSOC ORA TR WATER SERVICE

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	80	200
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 80	\$ 200
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$	\$
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	45095	45443
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$	\$
	TOTAL LIABILITIES AND CAPITAL	\$ 45175	\$ 45643

COMPANY NAME TIMBERHILL HOMEOWNERS' ASSOC DCA TX WATER SERVICE

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 14167	\$ 13646
460	Unmetered Water Revenue		
474	Other Water Revenues	125	115
	TOTAL REVENUES	\$ 14292	\$ 13761
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	2087	1686
618	Chemicals		
620	Repairs and Maintenance	528	18
621	Office Supplies and Expense	551	533
630	Outside Services	4584	4865
635	Water Testing	749	1023
641	Rents		
650	Transportation Expenses	376	439
657	Insurance - General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	3625	3526
408	Taxes Other Than Income	805	787
408.11	Property Taxes	447	494
409	Income Tax	45	45
	TOTAL OPERATING EXPENSES	\$ 13797	\$ 13413
	OPERATING INCOME/(LOSS)	\$ 495	\$ 348
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	8	
	TOTAL OTHER INCOME/(EXPENSE)	\$ (8)	\$
	NET INCOME/(LOSS)	\$ 487	\$ 348

COMPANY NAME

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	N/A			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ _____

Meter Deposits Refunded During the Test Year

\$ _____

COMPANY NAME

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-646115	5	20	640	6"	5/8" x 3/4"	1962

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
NONE		NONE

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
3/4	2	NONE	NONE

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000 GAL	1	120 GAL	2

COMPANY NAME

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	3195
3	PVC	200
4	PVC	350
5		
6	PVC	5360
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	47
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

AUTOMATIC CHLORINATOR

STRUCTURES:

WELL HOUSE
PRESSURE TANK HOUSE

OTHER:

NONE

COMPANY NAME: TK WATER SERVICE

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2005

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	40	145,023	150,350
FEBRUARY	40	145,023	150,350
MARCH	42	201,535	214,200
APRIL	42	143,481	144,400
MAY	42	286,988	308,450
JUNE	42	286,989	308,450
JULY	42	340,453	349,050
AUGUST	42	340,454	349,051
SEPTEMBER	42	290,070	310,006
OCTOBER	42	205,402	215,969
NOVEMBER	42	177,126	200,300
DECEMBER	42	122,154	157,800
TOTAL		2,684,698	2,858,376

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☐ Yes

☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes

☒ No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. .001 mg/l
(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME _____ YEAR ENDING 12/31/2005

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2005 was: \$ 494.42

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

Hard Copy

Apache County Treasurer

Owner

Monday, March 06, 2006

Katherine D. Arviso

P.O. Box 699

St Johns, AZ 85936

Phone:(928) 337-4364, Fax:(928) 337-4686

karviso@co.apache.az.us

T K Water Service Formerly Timberknoll
 Doug Ferris/Pres
 P O Box 474
 Vernon AZ 85940

TOTAL VALUE OF OPERATING PROPERTY 106-41-058

988

Parcel ID: 926-21-000**Figures below based on 03/31/2006**

Year	Roll #	Status	Taxes	CP Amount	Fee(s)	Interest	Payments	Balance Due
2005	52118	Tax	\$373.64	\$0.00	\$0.00	\$0.00	\$373.64	\$0.00
Payments:								
	11/16/2005	T K Water Service	\$373.64	Cd 1252			\$373.64	
2004	51158	Tax	\$345.58	\$0.00	\$0.00	\$0.00	\$345.58	\$0.00
Payments:								
	09/30/2004	T K Water Service	\$345.58				\$345.58	
2003	50261	Tax	\$317.76	\$0.00	\$0.00	\$0.00	\$317.76	\$0.00
Payments:								
	10/29/2003	T K Water Service	\$317.76				\$317.76	
2002	49657	Tax	\$382.44	\$0.00	\$0.00	\$0.00	\$382.44	\$0.00
Payments:								
	11/07/2002	T K Water Service	\$382.44				\$382.44	
2001	48630	Tax	\$306.44	\$0.00	\$0.00	\$0.00	\$306.44	\$0.00
Payments:								
	10/23/2001	T K Water Service	\$306.44				\$306.44	
2000	47997	Tax	\$347.78	\$0.00	\$0.00	\$0.00	\$347.78	\$0.00
Payments:								
	10/17/2000		\$173.89				\$173.89	
	10/17/2000		\$173.89				\$173.89	
1999	47469	Tax	\$470.10	\$0.00	\$0.00	\$0.00	\$470.10	\$0.00
Payments:								
	10/03/1999		\$235.05				\$235.05	
	10/03/1999		\$235.05				\$235.05	
1998	46998	Tax	\$426.04	\$0.00	\$0.00	\$0.00	\$426.04	\$0.00
Payments:								
	10/14/1998		\$213.02				\$213.02	
	10/14/1998		\$213.02				\$213.02	
1997	46858	Tax	\$424.58	\$0.00	\$0.00	\$0.00	\$424.58	\$0.00
Payments:								
	10/08/1997		\$212.29				\$212.29	
	10/08/1997		\$212.29				\$212.29	
1996	46515	Tax	\$356.14	\$0.00	\$0.00	\$0.00	\$356.14	\$0.00

Hard Copy

Apache County Treasurer

Owner

Monday, March 06, 2006

Katherine D. Arviso

P.O. Box 699

St Johns, AZ 85936

Phone:(928) 337-4364, Fax:(928) 337-4686

karviso@co.apache.az.us

T K Water Service Formerly Timberknoll TOTAL VALUE OF OPERATING PROPERTY 106-41-059 6,000
Doug Ferris/Pres
P O Box 474
Vernon AZ 85940

Parcel ID: 926-20-900

Figures below based on 03/31/2006

Year	Roll #	Status	Taxes	CP Amount	Fee(s)	Interest	Payments	Balance Due
2005	52117	Tax	\$120.78	\$0.00	\$0.00	\$0.00	\$120.78	\$0.00
Payments:							\$120.78	
10/27/2005 T K Water Service			\$120.78	CH 1251				
2004	51157	Tax	\$101.38	\$0.00	\$0.00	\$0.00	\$101.38	\$0.00
Payments:							\$101.38	
09/30/2004 T K Water Service			\$101.38					
2003	50260	Tax	\$107.54	\$0.00	\$0.00	\$0.00	\$107.54	\$0.00
Payments:							\$107.54	
10/29/2003 T K Water Service			\$107.54					
2002	49656	Tax	\$110.24	\$0.00	\$0.00	\$0.00	\$110.24	\$0.00
Payments:							\$110.24	
11/07/2002 T K Water Service			\$110.24					
2001	48629	Tax	\$104.44	\$0.00	\$0.00	\$0.00	\$104.44	\$0.00
Payments:							\$104.44	
10/23/2001 T K Water Service			\$104.44					
2000	47996	Tax	\$109.86	\$0.00	\$0.00	\$0.00	\$109.86	\$0.00
Payments:							\$54.93	
10/17/2000			\$54.93				\$54.93	
10/17/2000			\$54.93					
			\$654.24	\$0.00	\$0.00	\$0.00	\$654.24	\$0.00

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED

MAY 31 2006

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF AZ
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) <u>APACHE</u>
NAME (OWNER OR OFFICIAL) TITLE <u>VERONICA HAGAN, TREASURER</u>
COMPANY NAME <u>T.K. WATER SERVICE</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Veronica Hagan
SIGNATURE OF OWNER OR OFFICIAL
(928) 532-8079
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



COUNTY NAME <u>Navajo</u>
MONTH <u>May 30</u> 20 <u>06</u>

Heather L. Holland
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME _____

YEAR ENDING 12/31/2005

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>348</u>
Estimated or Actual Federal Tax Liability	<u>0</u>

State Taxable Income Reported	<u>348</u>
Estimated or Actual State Tax Liability	<u>45</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>0</u>
Amount of Gross-Up Tax Collected	<u>0</u>
Total Grossed-Up Contributions/Advances	<u>0</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Veronica Hagan
SIGNATURE

5-30-2006
DATE

VERONICA HAGAN
PRINTED NAME

TREASURER
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

MAY 31 2006

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>APACHE</u>
NAME (OWNER OR OFFICIAL) TITLE <u>VERONICA HAGAN, TREASURER</u>
COMPANY NAME <u>T.R. WATER SERVICE</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH 12	DAY 31	YEAR 2005
-------------	-----------	--------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 13761

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 787**

IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



DAY OF

COUNTY NAME <u>Navajo</u>
MONTH <u>May</u> 30 .20 <u>06</u>

Heather L. Holland
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

08.22.09

RECEIVED

MAY 31 2006

AZ CORP COMM
Director Utilities

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>APACHE</u>	
NAME (OWNER OR OFFICIAL) <u>VERONICA HAGAN</u>	TITLE <u>TREASURER</u>
COMPANY NAME <u>T.K. WATER</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <u>13761</u>

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 787
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Veronica Hagan
SIGNATURE OF OWNER OR OFFICIAL

(928) 532-8079
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS DAY OF

(SEAL)



MY COMMISSION EXPIRES

8.22.09

NOTARY PUBLIC NAME <u>Heather L. Holland</u>	
COUNTY NAME <u>navajo</u>	
MONTH <u>may 30</u>	YEAR <u>2006</u>

x Heather L. Holland
SIGNATURE OF NOTARY PUBLIC